

Strategy Overview

The Fund investments is subject to regulatory guidelines and limits as set by the National Pension Commission (PENCOM), and can be allocated as follows:-

● Govt. Securities

i. Fed Govt. (Including FGN Eurobonds) (80%)

ii. State/ Local Govt.(20%) -Guaranteed/ ISPO

iii.State/ Local Govt.(3%) - Not Guaranteed

● Corporate Bond/Debt (35%)

● Supra-national Bonds (20%)

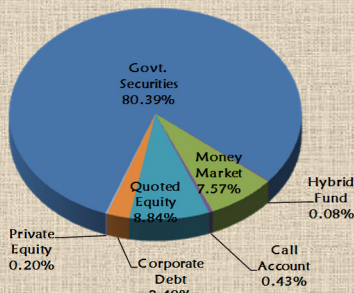
● Infrastructural Funds (5%)

● Money Market Instruments (35%)

● Ordinary Share (including GDRs) (25%)

● Private Equity (5%)

CURRENT ASSET ALLOCATION



Industry and Regulatory Update

- The total value of pension industry assets under the Contributory Pension Scheme (CPS) as at September 30, 2016 has risen to approximately 5.96trillion.
- The National Pension Commission (PenCom) has released the Draft Guideline on Withdrawal from RSA towards Equity Contribution for Payment of Residential Mortgage .
- The new Pension Reform Law 2014 has made it compulsory for State and Local Governments to adopt the CPS for the benefit of their employees.
- PenCom has reiterated on the right of Public and Private sector employees to Life Insurance Policy taken on their behalf by their employers while also directing the employers to provide evidence of compliance with the policy.
- The amended pension reform act 2014 has reviewed the minimum contributions upward to 18% from 15% such that employer and employee contributions are now 10% and 8% respectively. Also, it has expanded the contribution base by stipulating a new minimum of 3 rather than 5 employees for employers to enroll in the scheme.
- NSITF-All individuals who had worked in organizations that contributed to the defunct NPF/NSITF schemes should contact us at info@crusaderpensions.com or 01-2713800-4 for further information on the transfer of their NSITF contributions.
- Contributors with changes in personal and employment details should contact us at the above address or through our website: www.crusaderpensions.com.

Launch	119-mth	120-mth	121-mth	122-mth	123-mth	124-mth	125-mth	
Jul-06	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Cumulative
Unit Price N1.00	N2.98	N3.02	N3.02	N3.03	N3.05	N3.07	N3.07	***
% Return	198%	201%	202%	203%	205%	207%	207%	207%

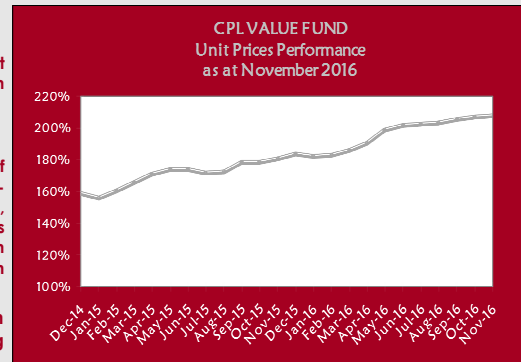
Investment Objective

Maximizing total returns by investing in securities and instruments that would deliver long term capital appreciation and income growth without compromising the safety of the funds.

CPL VALUE FUND

CPL Value Fund closed November 30, 2016 with a unit price of N3.0735. The Fund assets, invested within regulatory limits, were allocated to Government Securities (80.39%), Corporate Debt (2.49%), Money Market (7.57%), Quoted Equities (8.84%), Hybrid Fund/ REITs (0.08%), Private Equities (0.20%) and Call Account (0.43%). The graph shown in this report represents the performance of the Fund from December 2014 to November 30, 2016.

We are pleased to inform you that we have returned 207% on Funds under our management till date and we remain among the industry leader in terms of return on investment.



Market Overview

Macroeconomic Indicators

- Real GDP declined by 2.24% in Q3, 2016 as against the decline of 2.06% in Q2, 2016 thus, advancing the course of economy into recession.
- At the interbank market, the Naira depreciated to N318.82/USD in November 2016 as against N310.87/USD in October 2016. The parallel market rate also depreciated to close at N480/\$ in November 2016 from N470/\$ in October 2016.
- The foreign reserves appreciated to USD24.72bn in November 2016 from USD23.95bn in October 2016.
- Brent crude price appreciated to close at USD51.85pb in November 2016 from USD48.61pb in October 2016.
- The MPR was retained at 14% while the CRR was also left unchanged at 22.5% and liquidity ratio at 30%.
- Inflation (YoY) for October 2016 increased to 18.30% from 17.90% in September 2016.

Government Securities

- The Auction of 14.50% FGN Feb 2021 (5-year) re-opening, 12.50% FGN Jan 2026 (10-year) re-opening and 12.40% FGN Mar 2036 (20-year) re-opening, took place during the month of November 2016 and successful bids were allotted at higher rates of 15.4888%, 15.9800% and 15.9499% respectively as against previous stop rates of 15.2990%, 15.4771% and 15.4880% respectively.

Money Market

- The average market rates for November 2016 closed lower than in October 2016.
- The OBB and the O/N rates for November 2016 closed lower at 10% and 10.83% respectively as against 15.50% and 16.75% respectively in October 2016.
- The NIBOR rates for 30 and 90 and 180 days closed lower at 15.74%, 18.14% and 20.99% respectively in November 2016 as against 19.29%, 20.48% and 21.64% respectively in October 2016.

Stock Market

- The Nigerian Stock Exchange All-Share Index (ASI) which opened the month at 27,220.09 closed lower at 25,241.63 in November 2016. The ASI decreased by 7.27% compared to an decrease of 3.94% in October 2016. It also, recorded a cumulative YTD decline of 11.87%.
- The monthly traded volume and value increased by 66.09% and 0.55% as against the decrease of 53.87% and decrease of 32.43% respectively in the preceding month of October 2016.
- The market capitalization of all listed equities also decreased by 7.07% at the end of November 2016 to close at 8.689 trillion compared to 9.350trillion at the end of November 2016.
- Building sub-sector retained its position as the most capitalized in the market at the end of November 2016.

Economic News

- FG has estimated a budget of N6.8trn for 2017 which is over 13 percent above that of 2016.
- IMF has downgraded Nigeria's growth forecast for 2017 from erstwhile 1.1 percent to 0.6 percent. Meanwhile Fitch projects a growth rate of 2.6 percent.
- The FG has stated that a three year National Economic recovery plan will be released in December 2016.
- The CBN licensed twenty one new International Money transfer operators this bring the total number of organizations licensed to thirty five.
- Moody's International announced that top five (5) Nigerian banks face common credit challenges due to weakening domestic operating environment. They are Zenith, GTB, Access, UBA and FBN.
- Micro pension operators target enrolling 250,000 people within six months.

Outlook for next month.

- We expect market rates to increase in view of ongoing illiquidity in the system coupled with the DMBs rally towards the FY 2016. We shall continue to monitor the market and also, invest in the short to medium term as market opportunity arises.
- We expect a bearish stock market in view of weak macroeconomic indicators. We however, also expect pockets of bargain hunting in underpriced fundamental stocks. We shall continue to monitor the market for stocks with strong fundamentals, good corporate governance and high returns.
- We expect active government securities market to remain largely active in view of higher yields and as a safe haven for investors. We shall continue to track the market closely to take advantage of good yields in the market.